

# **FISCAL NOTE**

## **HB 443 - SB 322**

February 26, 2003

**SUMMARY OF BILL:** Exempts any limited partnership or limited liability company that provides affordable housing through a federal low income housing tax-credit program from the franchise and excise tax.

### **ESTIMATED FISCAL IMPACT:**

**Decrease State Revenues - Exceeds \$200,000**

**Increase State Expenditures - Not Significant - One-Time**

The amount of decrease in state revenues cannot be determined but can reasonably be estimated to exceed \$200,000. Estimate is based on Department of Revenue data involving taxpayers that have qualified for the federal low income housing franchise tax credits.

For information purposes - Under current law, Limited Partnerships and Limited Liability Companies that provide affordable housing through any federal low income housing tax-credit programs are given a credit for unbudgeted property tax that eliminates a portion of their Franchise Tax liability.

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director